UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

THE MUSEUM OF MODERN ART, and THE SOLOMON R. GUGGENHEIM FOUNDATION,

Plaintiffs,

BOY LEADING A HORSE, and LE MOULIN DE: LA GALETTE, Two Paintings by Pablo Picasso,

Index No. CV _07-11074

Plaintiffs-in-rem,

- against -

JULIUS H. SCHOEPS,

Defendant.

RULE 7.1 STATEMENT

Pursuant to Rule 7.1 of the Federal Rules of Civil Procedure, the undersigned counsel for The Solomon R. Guggenheim Foundation (the "Guggenheim") certifies that the Guggenheim does not have a parent company, that the Guggenheim does not issue publicly traded securities, and that no corporation owns 10% or more of the Guggenheim's stock.

Dated: New York, New York December 6, 2007

Evan A. Davis Member of the Firm

One Liberty Plaza

New York, New York 10006 Telephone: (212) 225-2000

Attorneys for The Solomon R. Guggenheim Foundation